

COMMONWEALTH OF KENTUCKY  
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC	)	
SERVICE COMMISSION OF THE	)	
APPLICATION OF THE FUEL	)	
ADJUSTMENT CLAUSE OF INTER-	)	
COUNTY RURAL ELECTRIC CO-	)	CASE NO. 8072-C
OPERATIVE CORPORATION FROM	)	
NOVEMBER 1, 1981, TO APRIL 30,	)	
1982	)	

O R D E R

Pursuant to 807 KAR 5:056, Section 1(11), the Commission issued an Order on April 28, 1982, requiring Inter-County Rural Electric Cooperative Corporation ("Inter-County") to notify its customers of a hearing to be held on July 15, 1982. Inter-County was not required to appear at the scheduled hearing unless an appearance was requested by the Attorney General's Division of Consumer Protection or other interested parties, or by the Commission on its own motion. Following proper notice, no party of record requested Inter-County to appear at the hearing scheduled for July 15, 1982.

Inter-County filed an affidavit stating its compliance with the Fuel Adjustment Clause. Inter-County has also filed its monthly fuel charges for the 6-month period under review.

After reviewing Inter-County's monthly Fuel Adjustment Clause ("FAC") filings, the Commission found various filing

errors. These filing errors resulted in an overstatement of Inter-County's recoverable fuel costs of \$1,353.21. The Commission is of the opinion that Inter-County should adjust its next monthly FAC filing by \$1,353.21.

The Commission is of the opinion that a procedure should be established for setting dates for future Fuel Adjustment Clause hearings to improve the planning process for all parties. Therefore, the Commission concludes that future Fuel Adjustment Clause hearings should be held on the third Thursday of the third month following the end of the period under review. Thus, since the periods under review end in April and October, hearings will be held in July and January.

The Commission, after examining the evidence of record and being advised, finds that:

1. With the exception of filing errors discussed herein, Inter-County has complied in all material respects with the requirements of 807 KAR 5:056.

2. Inter-County should adjust its next monthly FAC filing by \$1,353.21 to correct previous filing errors using a separate line item as shown in Appendix A.

3. The date of the 2-year review hearing should be fixed at the conclusion of this proceeding. 807 KAR 5:056, Section 1(12).

IT IS THEREFORE ORDERED that Inter-County shall adjust its next monthly FAC filing by \$1,353.21 using a separate line item as shown in Appendix A.

IT IS FURTHER ORDERED that the next Fuel Adjustment Clause hearing in Case No. 8605, for the purpose of examining the application of the Fuel Adjustment Clause from November 1, 1980, to October 31, 1982, be and it hereby is set for January 20, 1983, at 9:00 a.m., Eastern Standard Time, at the Commission's offices in Frankfort, Kentucky, and Inter-County shall give proper notice to its customers of the date, time, place and purpose of the hearing.

Done at Frankfort, Kentucky, this 23rd day of September, 1982.

PUBLIC SERVICE COMMISSION

Martin M. Vohs  
Chairman

Katharine Randall  
Vice Chairman

Leola Carver  
Commissioner

ATTEST:

\_\_\_\_\_  
Secretary

COMPANY \_\_\_\_\_

POWER SUPPLIER \_\_\_\_\_

APPENDIX A  
Page 1 of 1

Purchased Power - Month of: \_\_\_\_\_

Disposition of Energy (KWH)-Month of: \_\_\_\_\_

1. Fuel Adjustment Charge (Credit):  
Billed by Supplier \$ \_\_\_\_\_

9. Total Purchases for the Month \_\_\_\_\_

b. (Over) Under Recovery on L20 \_\_\_\_\_

10. Sales (Ultimate Consumer) \_\_\_\_\_

b.1. FAC Adjustment\*

(1353.21)

11. Company Use \_\_\_\_\_

c. Unrecoverable - Schedule 1 \_\_\_\_\_

d. Recoverable Fuel Cost (L1a  
+ L1b minus 1c) \_\_\_\_\_

12. Total Sales (L9 + L10) \_\_\_\_\_

2. Number of KWH Purchased \_\_\_\_\_

13. Line loss and Unaccounted For  
(L9 Less L12) \_\_\_\_\_

3. Supplier's FAC:

Under or (Over) Recovery \_\_\_\_\_

a. \$ Per KWH (L1a ÷ L2) \_\_\_\_\_

b. \$ Per KWH (L3a x 100) \_\_\_\_\_

14. Last Distributor FAC Rate Billed  
to All Cycles \_\_\_\_\_

4. Sales as a Percent of Purchases  
(100% Less Percentage on L6) \_\_\_\_\_

15. Gross KWH Billed at the Rate on L14 \_\_\_\_\_

5. Calculation of Distributor's FAC:  
a. Recovery Rate \$ Per KWH  
(L1d ÷ L2) \_\_\_\_\_

16. Adjustments to Customer Bills (KWH) \_\_\_\_\_

17. Net KWH Billed at the Rate on L14  
(L15 Less L16) \_\_\_\_\_

b. FAC \$ Per KWH (L5a ÷ L4) \_\_\_\_\_

18. FAC Revenue (Refund) Resulting  
From the Rate on L14 \_\_\_\_\_

c. \$ Per KWH (L5b x 100) \_\_\_\_\_

19. Fuel Charge (Credit) Used to  
Compute the Rate on L14 \_\_\_\_\_

Line Loss \_\_\_\_\_

6. Twelve Months Average (%) \_\_\_\_\_

20. Total (Over) Under Recovery  
(L18 Less L19) \_\_\_\_\_

7. Last Month Used to Compute L6 \_\_\_\_\_

8. Line Loss for Month on L7 (%) \_\_\_\_\_

\*Per Commission's Order in Case No. 8072-C  
L3 above reflects a Fuel Adjustment Charge

on and after \_\_\_\_\_, 19\_\_\_\_. Date of Issue \_\_\_\_\_, 19\_\_\_\_. Issued by \_\_\_\_\_  
of \_\_\_\_\_ \$/KWH to be applied to bills rendered

Title \_\_\_\_\_

Address \_\_\_\_\_

Telephone Number \_\_\_\_\_